

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

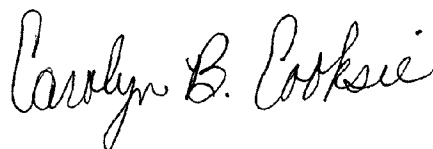
Notice FLP-89

1951-S

For: State and County Offices

**Processing Shared Appreciation Agreement
Suspension Through Finance Office**

Approved by: Deputy Administrator, Farm Loan Programs



1 Overview

A

Background

FmHA Instruction 1951.914 (h) authorizes Agency suspension of borrower repayment of determined Shared Appreciation Recapture for up to 3 years from the date of the Agreement to Suspend Payment of Shared Appreciation.

Because the Finance Office does not yet have software available to process suspension of a recapture obligation under a shared appreciation agreement, the Finance Office has established a manual process for recording shared appreciation suspension actions.

B

Purpose

This notice provides guidance for reporting Agreement to Suspend Payment of Shared Appreciation for individual borrower cases to the Finance Office. Field Offices shall proceed according to paragraph 2 until the Finance Office software applications for processing these shared appreciation suspension actions have been developed and implemented.

C

Contact

State Offices shall direct questions to either of the following:

- James R. Henderson, Finance Office, at 314-539-3460
- Robert Zimmerman, LSPMD, at 202-690-4011.

Disposal Date

December 1, 2001

Distribution

State Offices; State Offices relay to County Offices

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2 Action

A Finance Office Notification

After final approval of Agreement to Suspend Payment of Shared Appreciation, the Farm Loan Manager shall mail copies of all the following documents to the Finance Office for recording and future processing:

- **Borrower Notification of Opportunity for Temporary Suspension of Shared Appreciation Recapture Agreement**, including the executed and dated **Borrower Request for Suspension of Shared Appreciation Payment**
- **Agreement to Suspend Payment of Shared Appreciation**

Note: Each time an “addendum” to this agreement is signed by the borrower and approved by the Agency, a photocopy of the subsequent approval or suspension extension must be mailed to the Finance Office until software applications have been implemented by the Finance Office.

- **Borrower Case Number**

Note: Mail or FAX this information to James R. Henderson at:

USDA, FSA, Loan Operations Division
P.O. Box 200003
St. Louis, MO 63120

FAX: 314-539-3111

B Processing

Process payments received through System 36 for application towards the recapture agreement as follows:

- use miscellaneous collection code 21
- enter “Suspended Shared Appreciation Payment” in the remarks section.

CBS County Offices shall continue to:

- use the wholesale lockbox
 - submit payments on FmHA 451-2
 - enter miscellaneous collection code 21
 - state “Suspended Shared Appreciation Payment” on FmHA 451-2.
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